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SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

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FORM 10-Q

Quarterly Report Under Section 13 or 15 (d) of the Securities Exchange Act of 1934

For Quarter Ended . . . . . March 31, 1992

Commission file number 0-13653

The Peoples BancTrust Company, Inc.
(Exact name of registrant as specified in its charter)

Alabama 63-0896239
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

310 Broad Street
Selma, Alabama
36701
(Address of principal executive offices)

(205) 875-1000
(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15 (d) of the Securities Exchange Act of 1934 during the preceding 12 months (or such shorter time period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes __X__ No _____

As of the close of business on May 6, 1992, 825,878 shares of registrant's Common Stock, par value $.10 per share, were outstanding.

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THE PEOPLES BANCTRUST COMPANY, INC.
AND SUBSIDIARY

Note to Consolidated Financial Statements (Unaudited)

The accompanying unaudited consolidated financial statements of The Peoples BancTrust Company, Inc. (the "Company") and its wholly-owned subsidiary, The Peoples Bank and Trust Company, have been prepared in accordance with generally accepted accounting principles for interim information and with the instructions to Form 10-Q and Article 10 of Regulation S-X. Accordingly, they do not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. In the opinion of management, all adjustments (consisting of normal recurring accruals) considered necessary for a fair presentation have been included. Operating results for the three month period ended March 31, 1992 are not necessarily indicative of the results that may be expected for the year ended December 31, 1992. For further information refer to the consolidated financial statements and footnotes thereto included in the Company's Annual Report on Form 10-K for the year ended December 31, 1991.

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

THE PEOPLES BANCTRUST COMPANY, INC., SELMA, ALABAMA

CONDENSED CONSOLIDATED BALANCE SHEETS

	In thousands	
	3/31/92	12/31/91
ASSETS		
Cash and due from banks	$16,437	$13,449
Federal funds sold and securities purchased under agreement to resell	13,453	3,638
Interest-bearing deposits in other banks	8,906	7,356
Total cash and cash equivalents	38,796	24,443
Investment securities, (market value of $55,576 and $69,873 respectively)	55,489	68,345
Loans, net	118,686	120,048
Premises and equipment	3,474	3,533
Other assets	4,057	4,853
Total assets	$220,502	$221,222
LIABILITIES AND STOCKHOLDERS' EQUITY		
Deposits:		
Noninterest-bearing	$25,249	$26,732
Interest-bearing	167,510	166,344
Short-term borrowing:		
Federal funds purchased and securities sold under agreement to repurchase	1,024	1,644
Other liabilities	2,150	2,439
Total liabilities	195,933	197,159
Common stock	826	826
Additional paid-in capital	4,378	4,378
Retained earnings	19,365	18,859
Total stockholders' equity	24,569	24,063
Total liabilities and stockholders' equity	$220,502	$221,222

THE PEOPLES BANCTRUST COMPANY, INC., SELMA, ALABAMA

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

Item	In Thousands 3 months ended 3/31 1992	1991
Interest and fees on loans	$2,906	$3,429
Interest and dividends on investment securities	1,264	1,197
Other interest income	142	266
Total interest income	4,312	4,892
Interest on deposits	2,043	2,723
Interest on short-term borrowing	9	12
Total interest expense	2,052	2,735
Net interest income	2,260	2,157
Provision for loan losses	230	228
Net interest income after provision for loan losses	2,030	1,929
Other income	907	529
Other expense	2,242	1,979
Income before income tax expense	695	479
Income tax expense	189	163
Net income	$506	$316
Weighted average number of shares outstanding	825,878	825,878
Net income per share	$.61	$.38
Dividends per share	$.00	$.00

THE PEOPLES BANCTRUST COMPANY, INC.. SELMA, ALABAMA
CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

	IN THOUSANDS	
	3 months ended 3/31	
	1992	1991
Net cash provided by operating activities	593	262
Cash flows from investing activities:		
Proceeds from sales of investment securities	28,692	2,011
Proceeds from maturities and calls of investment securities	12,241	8,755
Purchases of investment securities	(27,721)	(10,500)
Net decrease in loans	572	1,851
Purchases of bank premises and equipment	(78)	(315)
Proceeds from sale of equipment	7	11
Proceeds from sale of other real estate	40	96
Net decrease in bankers acceptances	943	6,837
Net cash used by investing activities	14,696	8,746
Cash flows from financing activities:		
Net increase (decrease) in deposits	(316)	1,771
Decrease in short term borrowings	(620)	(332)
Net cash provided by financing activities	(936)	1,439
Net increase in cash and cash equivalents	14,353	10,447
Cash and cash equivalents at beginning of year	24,443	16,221
Cash and cash equivalents at 3/31	38,796	26,668
Supplemental disclosure of cash flow information:		
Cash paid during the period for:		
Interest	2,154	2,599
Taxes	461	396

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Financial Condition

Total consolidated assets of The Peoples BancTrust Company, Inc. and its subsidiary, The Peoples Bank & Trust Company (the Company), were $220,502,000 at March 31, 1992. Total assets have, therefore, declined $720,000 since the December 31, 1991 total of $221,222,000.

Earning assets at March 31, 1992, totaled $196,534,000, a decrease of $2,853,000 since year-end 1991. The most significant change occurred in the volume of investment securities, which decreased $12,856,000 since December 31, 1991. During the first quarter of 1992, $23,500,000 of U.S. Treasuries and agencies and corporate securities whose maturities reached out one and a half years were sold to extend the yield curve upward to four and five years. Due to the slope of the yield curve and the premiums on short bonds, the Company was able to increase its portfolio yield and maintain liquidity. Gains on the sale of investment securities totaled $391,000 for the first quarter of 1992. As a result of the decrease in the volume of the investment securities portfolio, the volume of Federal Funds sold and interest-bearing deposits in other institutions increased $10,300,000 and $1,551,000 since year-end 1991. The volume of net loans and banker's acceptances declined $420,000 and $943,000 respectively since December 31, 1991.

Total interest bearing deposits of the company grew $1,217,000 or .73%, during the first quarter of 1992. The volume of regular savings deposits grew from $19,300,000 at year-end to $21,622,000 at March 31, 1992, a 12% increase. This growth can be attributed to a shift in funds from time deposit accounts under $100,000 which decreased $3,661,000 in volume during the first quarter of 1992. Interest rates paid on time deposits have fallen approximately 188 basis points from the same time last year. Management believes that many customers chose to invest their maturing time deposits in more liquid savings accounts until such time as interest rates began to rise. Many others reinvested their funds in annuities available through the Company's insurance subsidiary.

Total stockholders' equity has increased $506,000 during the first quarter through the retention of current year's earnings. The Financial Institutions' Reform and Recovery Act of 1989 required that by December 31, 1990, all bank holding companies and banks achieve and maintain a minimum total capital to total risk-weighted assets ratio of 7.25%, at least half of which must be core capital. The Company's core capital ratio and total capital ratio at March 31, 1992 were 16.94% and 17.78%, respectively. The Company, therefore, exceeds the requirements of the regulation by 13.315% and 10.53% respectively. The Company maintained at March 31, 1992, a leverage ratio of core capital to total assets of 11.10% compared to the minimum regulatory requirement of 3.00%.

Numerous financial institutions throughout the United States have recently incurred losses due to significant increases in loan loss provision and charge-offs resulting largely from higher levels of loan delinquencies and foreclosures. These depressed real estate market conditions have adversely affected the financial condition and businesses

of many of the financial institutions doing business in these areas. The Company's real estate market area has been slow for a number of years. Considerable uncertainty exists as to the future improvement or deterioration of the Company's real estate market and the ultimate impact the economy may have on the Company.

As a result of the declines in real estate market values and the significant losses experienced by many financial institutions, there has been a greater level of scrutiny by regulatory authorities of the loan portfolio of financial institutions, undertaken as a part of the examination of such institutions. Federal and state regulators may apply more conservative criteria in evaluating real estate market values, requiring significantly increased provisions for potential loan losses. The Company believes it has established its existing allowances for loan losses in accordance with generally accepted accounting principles. However, there can be no assurance that regulators, in reviewing the Company's loan portfolio, will not in the future request the Company to increase its allowance for loan losses, thereby negatively impacting the Company's financial condition and earnings.

Results of Operations

THREE MONTHS ENDED MARCH 31, 1992 COMPARED TO THREE MONTHS ENDED MARCH 31, 1991

Interest income for the first quarter of 1992 was $4,312,000, compared to $4,892,000 for the corresponding quarter in 1991. Interest income on loans dropped $388,000 for the first quarter of 1992 as the average volume of loans declined $951,000 and yields fell 128 basis points. As interest rates earned on Federal Funds sold and bankers acceptances dropped during the first quarter of 1992, these funds were shifted into the investment securities portfolio and into interest-bearing deposits accounts at other institutions. This is evidenced by a decline in the average volume of Federal Funds sold from $16,335,000 in 1991 to $3,491,000 in 1992 and a decline in bankers acceptances from $10,897,000 to $5,897,000. The average volume of interest-bearing deposits increased $9,499,000 to $9,599,000 during the same time. The average volume of investment securities grew from $58,549,000 in 1991 to $68,498,000 in 1992, although the actual volume at the end of the first quarter of 1992 was down due to the sale of a portion of the portfolio discussed previously. Therefore, interest income on Federal Funds sold and bankers acceptances decreased $216,000 and $134,000 respectively, while income on investment securities and interest-bearing deposits increased $67,000 and $98,000 respectively.

Interest expense on deposits for the first quarter of 1992 was $2,043,000 compared to $2,723,000 for the same period in 1991. The average volume of deposits increased $1,087,000 between the quarters although the average interest rates customers earned on these funds fell 166 basis points. The average volume of time deposits decreased almost $3,000,000. Depositors apparently moved their funds into more liquid deposit accounts pending a rise in interest rates. Regular savings account and NOW account increased $1,915,000 and $1,490,000 respectively in average volume.

The resulting net interest income for the first quarter of 1992 was $2,260,000 compared to $2,157,000 for the same quarter in 1991, a 4.78% increase.

Non-interest income for 1992, excluding gains from the sale of investment securities, totaled $516,000 as compared to $518,000 in 1991. In 1992, the Company disposed of certain items of computer equipment resulting in a loss of $7,000. This represents a comparative decrease of $18,000 from 1991 when the sale of fixed assets resulted in an $11,000 gain. Credit life commissions also decreased $15,000 in 1992. Offsetting these decreases in non-interest income was an increase in deposit service charges from $349,000 in 1991 to $366,000 in 1992. Income from the Company's Brokerage Department and insurance subsidiary also increased in 1992, $18,000 and $12,000 respectively.

Non-interest expense rose $263,000 during the first quarter of 1992 to $2,242,000. This compares to $1,979,000 for the same quarter in 1991. The increase was primarily the result of charge-offs of other real estate owned which totaled $225,000 in 1992. The purchase of new computer equipment and the opening of a new branch in 1991 has resulted in additional depreciation expense on furniture and fixtures. Total expense of furniture and fixtures for 1992 was $40,000 more than in 1991. The Company's expense for FDIC insurance has also increased since the first quarter of 1991. These premiums totaled $108,000 for 1992 year-to-date compared to $89,000 for 1991. Expenses of other real estate owned and legal fees incurred in the collection of bad debts decreased $27,000 and $11,000 respectively.

Income before taxes at March 31, 1992 was $695,000 compared to $479,000 at March 31, 1991. Income taxes increased $26,000 resulting in a net income for the first quarter of $506,000, a 60.1% increase over the 1991 first quarter income of $316,000. Income per share for 1992 was $.61 compared to $.38 for 1991.

PART II. OTHER INFORMATION

Item 4. Submission of Matters to a Vote of Security Holders.

(a) The Annual Meeting of Shareholders of the Company was held on April 14, 1992.

(b) The following persons were elected as directors of the Company to serve until the next annua' meeting of the shareholders: Julius R. Brown, Wallace A. Buchanan, William R. Buster, Jr., Clyde B. Cox, Jr., Patricia B. Compton, Harry W. Gamble, Jr., Ted M. Henry, Elam P. Holley, Jr., A.D. Lovelady, James A. Minter, III, Richard P. Morthland, C. Ernest Smith, Julius E. Talton, and Clinton S. Wilkinson, Jr.

(c) The following other matters were considered and voted upon at the Annual Meeting:

(1) A proposed amendment to Article IV of the Articles of Incorporation to increase the Company's authorized capital stock to 5,000,000 shares, of which 4,000,000 shares shall be Common Stock, par value $.10 per share, and 1,000,000 shares shall be Preferred Stock, par value $.10 per share, was approved by a vote of 654,377 shares in favor and 23,181 shares against.

(2) A Stock Option Plan for key employees of the Company and its subsidiaries was approved by a vote of 652,204 shares in favor and 24,108 against.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

The Peoples BancTrust Company, Inc.
(Registrant)

Richard P. Morthland

Richard P. Morthland, President

Virginia L. Sellers

Virginia L. Sellers, Treasurer

DATE: May 12, 1992